VZCZCXRO0233 OO RUEHCI DE RUEHKT #0705 2111057 ZNR UUUUU ZZH O 301057Z JUL 09 FM AMEMBASSY KATHMANDU TO RUEHC/SECSTATE WASHDC IMMEDIATE 0563 INFO RUEHBJ/AMEMBASSY BEIJING PRIORITY 7056 RUEHLM/AMEMBASSY COLOMBO PRIORITY 7373 RUEHKA/AMEMBASSY DHAKA PRIORITY 2704 RUEHIL/AMEMBASSY ISLAMABAD PRIORITY 5416 RUEHLO/AMEMBASSY LONDON PRIORITY 6543 RUEHNE/AMEMBASSY NEW DELHI PRIORITY 3149 RUEHSA/AMEMBASSY PRETORIA PRIORITY 0262 RUEHCI/AMCONSUL KOLKATA PRIORITY 4688 RUEHGV/USMISSION GENEVA PRIORITY 2375 RUEKJCS/SECDEF WASHDC PRIORITY RUCNDT/USMISSION USUN NEW YORK PRIORITY 3600 RHEFDIA/DIA WASHDC PRIORITY RHMFIUU/CDR USPACOM HONOLULU HI PRIORITY RUEAIIA/CIA WASHDC PRIORITY RHEHNSC/NSC WASHDC PRIORITY

UNCLAS KATHMANDU 000705

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SUBJECT: NEPAL: POTENTIAL NEPALI AMBASSADOR TO U.S.

IDENTIFIED

REF: KATHMANDU 697

11. (SBU) Summary: Foreign Minister Sujata Koirala has nominated Dr. Shankar Prasad Sharma as Ambassador to the United States. Sharma is a longtime economic advisor to the government and has been an adviser to the Koirala family. Political factors may derail the nomination, which must be approved by the Nepali cabinet, so it is by no means certain that Sharma will be reporting to Washington any time soon. End summary.

Nine Potential Ambassadors

12. (U) Post has confirmed July 30 press reports that Foreign Minister Sujata Koirala presented a list of nine ambassadorial candidates to the cabinet on July 29, including nominees to become ambassadors to the US, UK, UN, France, India, South Africa, Brazil, Kuwait, and Egypt. The cabinet, which includes the Nepali Congress (NC), the Communist Party of Nepal-United Marxist Leninist (UML) and the Madhesi People's Rights Forum (MPRF) parties, must approve all ambassadorial nominations. According to a UML party member, party leaders are displeased and may not approve the nominations because all of the nominees are reportedly affiliated with Koirala,s NC party. Cabinet members have thus decided to postpone any decision on approving the nominee list.

Ambassador to U.S.

- 13. (U) The nominee for Ambassador to the United States is Dr. Shankar Prasad Sharma. Sharma is a former Vice Chairman of the National Planning Commission and a Professor of Economics at Nepal's Tribhuvan University. He served as a Senior Economic Advisor to the Ministry of Finance and also worked at the East-West Center in Hawaii for eight years. He is a close personal adviser to Nepali Congress leader G.P. Koirala and the Koirala family. Sharma received his Ph.D. in Economics from the University of Hawaii in 1985. He went to the United States on an International Visitors Program in 1999. He was born in 1953 in Okhaldhunga District.
- ¶4. (SBU) Post has received no official request for agrement,

presumably because the cabinet has yet to approve the nomination. The previous Maoist government submitted an agreemnt request for another nominee to become U.S. Ambassador, but Koirala told Charge on July 28 that the current government wished to withdraw that request.

Katawal to France

15. (SBU) According to press reports, the list of nominees also includes Nepal Army Chief of Staff General Rukmangad Katawal as Ambassador to France. Katawal announced earlier in the week that he intended to retire from the Army in September, in accordance with Army regulations. Koirala told Charge on July 28 that she was adamantly opposed to any ambassadorial nomination for Katawal (reftel), suggesting that colleagues in the government overruled her objections.

Comment

16. (SBU) It is by no means certain that Dr. Sharma or the other nominees will be confirmed as ambassadors. UML contacts had neither positive nor negative comments about Sharma or any other nominees, but there was clear displeasure over the lack of inclusiveness in creating the ambassadorial list. It is possible that the list may be revised to accommodate other parties in the coalition government.